MINUTES OF MEETING

CALIFORNIA LAW REVISION COMMISSION

APRIL 3, 2012

SACRAMENTO

A meeting of the California Law Revision Commission was held in Sacramento on April 3, 2012.

Commission:

Present: Crystal Miller-O'Brien, Chairperson

Xochitl Carrion, Vice Chairperson Diane Boyer-Vine, Legislative Counsel

Judge Patricia Cowett (Ret.)

Victor King

Absent: Roger Dickinson, Assembly Member

Tom Harman, Senate Member

Staff: Brian Hebert, Executive Director

Barbara Gaal, Chief Deputy Counsel

Steve Cohen, Staff Counsel Mina Choi, Legal Extern Courtney Taylor, Legal Extern

Consultants: None

Other Persons:

Myriam Bouaziz, California State Assembly Lindsey Scott-Florez, Senate Office of Research

CONTENTS	
Minutes of February 9, 2012, Commission Meeting	2
Administrative Matters	
Report of Executive Director	2
Election of Officers	
Legislative Program	2
Study D-356 — Third Decennial Review of Exemptions from Enforcement of	
Money Judgments	3
Study H-750 — Community Redevelopment Law Clean-Up	

MINUTES OF FEBRUARY 9, 2012, COMMISSION MEETING

The Commission approved the Minutes of the February 9, 2012, Commission meeting as submitted by the staff.

ADMINISTRATIVE MATTERS

Report of Executive Director

6 The Executive Director had nothing to report.

Election of Officers

1

4

5

7

8

9

10

11

15

16

17

18

19

20

The Commission considered Memorandum 2012-8, relating to the election of Commission officers. The Commission elected Crystal Miller-O'Brien as Chairperson and Xochitl Carrion as Vice Chairperson, for a term commencing immediately and ending August 31, 2012.

LEGISLATIVE PROGRAM

The Commission considered Memorandum 2012-9, reporting on the Commission's 2012 legislative program. The Commission made the following decisions:

- It approved the proposed amendments to ACR 98 (Wagner) that are described in the memorandum.
- It authorized the Executive Director, in consultation with the Chairperson, to cancel, reschedule, or change the agenda of the Commission's June meeting, if Health and Safety Code Section 34189(b) is repealed before the meeting.

STUDY D-356 — THIRD DECENNIAL REVIEW OF EXEMPTIONS FROM ENFORCEMENT OF MONEY JUDGMENTS

The Commission considered Memorandum 2012-10, beginning the Commission's third decennial review of the amounts of the exemptions from enforcement of judgments, as required by Code of Civil Procedure Section 730.120(a). For the reasons stated in the memorandum, the Commission directed the staff to prepare a draft tentative recommendation to repeal the decennial review requirement. The staff draft tentative recommendation will be presented to the Commission for review at a future meeting.

STUDY H-750 — COMMUNITY REDEVELOPMENT LAW CLEAN-UP

The Commission considered the following memoranda, discussing the clean-up of community redevelopment law: 2012-11, 2012-12, 2012-13, 2012-14, 2012-15, 2012-16 (through the first full paragraph of page 10), and 2012-17. All statutory references in this portion of the Minutes are to the Health and Safety Code.

Narrative Discussion in Recommendation

The Commission decided that the narrative "preliminary part" of the recommendation in this study should explain why the Commission is not recommending the use of "sunset dates" to repeal obsolete provisions of redevelopment law (the principal reason being the uncertain and potentially lengthy duration of the period in which some provisions of statutory redevelopment law will remain legally relevant).

The preliminary part should also note that there are ongoing efforts within the Legislature to address substantive problems in the law governing the dissolution of redevelopment agencies.

Savings Provision

The Commission revised proposed Health and Safety Code Section 33090, along the following lines:

Health & Safety Code § 33090 (added). Savings provision

33090. (a) For the purposes of this section, the following terms have the following meanings:

- (1) "Former law" means the law in effect before the operative date of the Redevelopment Clean-Up Act.
- (2) "Redevelopment Clean-Up Act" means the act that added this section.

- (3) "Transitional period" means the period during which either or both of the following are true:
- (A) A successor agency is winding down the affairs of a former redevelopment agency.
- (B) An arbitration, administrative adjudication or other administrative proceeding, civil action or proceeding, criminal action or proceeding, or any other kind of legally binding proceeding relating to redevelopment is pending or may be <u>legally</u> brought without violating the applicable statute of limitations.
- (b) The repeal or amendment of a provision of former law by the Redevelopment Clean-Up Act shall have no effect, during the transitional period, on the <u>policy</u>, substance, construction, or application of former law with regards to any redevelopment-related matter, including, <u>without limitation</u> <u>but not limited to</u>, any of the following redevelopment-related matters:
- (1) The authority, rights, powers, duties, and obligations of a successor agency or any other person or entity who is granted or charged with authority, rights, powers, duties, and obligations relating to redevelopment.
- (2) The allocation of revenue pursuant to Part 1.85 (commencing with Section 34170).
- (3) The rights of an employee of a former redevelopment agency who became an employee of a successor agency pursuant to Section 34190.
- (4) Any provision of former law authorizing legal action or specifying rules of evidence or procedure governing a legal action brought by or against a former redevelopment agency or a successor agency.
 - (5) The validity of any bond issued by a redevelopment agency.
- (6) The validity of any redevelopment-related ordinance, resolution, referendum, regulation, plan, report, map, boundary description, or other legally operative document promulgated by a former redevelopment agency, a successor agency, or any other person or entity.
- (7) Any rule or procedure relating to any aspect of redevelopment, including, but not limited to, any rule relating to an ordinance, resolution, referendum, regulation, bylaw, or other legislative act in connection with redevelopment.
 - (8) Any determination of a base year assessment roll.
- (9) Any legislative declaration of public policy relating to redevelopment.
 - (c) The Legislature makes the following declarations of intent:
- (1) The purpose of the Redevelopment Law Clean Up Act is to repeal those provisions of law that will have no relevance or effect once the transitional period has ended. However, some of those obsolete provisions could have relevance during the transitional period.
- (2) The law governing the redevelopment activities of successor agencies and other persons and entities during the transitional

period is not affected in any way by the enactment of the Redevelopment Law Clean-Up Act. Whatever law governed those activities prior to enactment of the Redevelopment Law Clean Up Act would apply to the same extent during the transitional period, notwithstanding the repeal or amendment of any code provision by the Redevelopment Law Clean-Up Act.

- (3) The substantive and procedural law applicable in any redevelopment related adjudicative proceeding is not affected in any way by the enactment of the Redevelopment Law Clean Up Act. Whatever law governed those proceedings prior to enactment of the Redevelopment Law Clean-Up Act would apply to the same extent during the transitional period, notwithstanding the repeal or amendment of any code provision by the Redevelopment Law Clean Up Act.
- (4) Nothing in the Redevelopment Law Clean-Up Act is intended to endorse, abrogate, or otherwise affect endorses, abrogates, or otherwise affects any judicial decision interpreting a provision of former law or determining its constitutionality.
- (5) (d) Nothing in the Redevelopment Law Clean-Up Act is intended to preclude precludes any change in the law governing redevelopment during the transitional period.
- (6) (e) This section shall be liberally construed to achieve its purpose.

Comment. Section 33090 is intended to make clear that the Redevelopment Law Clean-Up Act has no effect on the validity, meaning, or application of a provision of former law during the transitional period. To the extent that a provision of former law applied to redevelopment matters before the operation of this section, it will continue to apply with the same meaning and effect during the transitional period, notwithstanding the repeal or amendment of the provision by the Redevelopment Law Clean-Up Act.

However, nothing in this section precludes future changes to redevelopment law. The meaning, effect, or application of a provision of former law could be changed or reinterpreted by a future statutory enactment or judicial interpretation.

The sole purpose of this section is to provide that the Redevelopment Law Clean-Up Act has no effect on the former law during the transitional period. Nothing in this section is intended to endorse, abrogate, or otherwise affect the validity, meaning, application, or judicial construction of a provision of former law.

In addition, the staff will revise proposed Section 33090(a)(3)(B) to include a reference to mediation. The staff will also assess the extent to which language in deleted paragraphs (c)(1)-(3) might be incorporated into the Commission's Comment.

Commissioner Boyer-Vine will investigate the feasibility of maintaining an electronic compilation of former statutory redevelopment law on the Legislative Counsel website.

The staff will prepare a new memorandum, setting out the most recently revised version of the savings provision, for consideration at each meeting at which the redevelopment study is on the agenda.

General Provisions

The Commission reviewed the "General Provisions" in Chapter 1 of Part 1 of Division 24 (Sections 33000-33080.8). For purposes of a tentative recommendation, the Commission made the following decisions:

- The proper disposition of the "short title" provision (Section 33000) cannot be determined until after the Commission has completed its review of Part 1 of Division 24. If Section 33000 is repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period.
- The proper disposition of the general definition provisions (Sections 33001-33031) cannot be determined until after the Commission has completed its review of statutory redevelopment law. If the definition provisions are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period.
- The legislative declaration provisions (Sections 33030(a), 33035-33071), should be repealed because they will be obsolete once the transitional period has ended. If the legislative declaration provisions are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period. To reinforce that point, the Commission made two minor revisions to the savings provision: the word "policy" was added to the introductory clause of subdivision (b) and paragraph (b)(9) was added. See "Savings Provision" above.
- The annual reporting provisions (Sections 33080-33080.8) should be repealed because they will be obsolete once the transitional period has ended. If the annual reporting provisions are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period.

Redevelopment Agencies

The Commission reviewed provisions governing the formation and powers of redevelopment agencies, in Articles 1-3 of Chapter 2 of Part 1 of Division 24 (Sections 33100-33136). For purposes of a tentative recommendation, the Commission made the following decisions:

- The provisions on the existence and establishment of redevelopment agencies (Sections 33100-33105) should be repealed because they will be obsolete once the transitional period has ended. If the provisions on the existence and establishment of redevelopment agencies are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period. To reinforce that point, the Commission made three minor revisions to the savings provision: paragraph (b)(6) was revised to refer to a "referendum," paragraph (b)(6) was revised to refer to "any person or entity," and paragraph (b)(7) was added. See "Savings Provision" above.
- The provisions governing the membership and powers of redevelopment agencies (Sections 33110-33136) should be repealed because they will be obsolete once the transitional period has ended. If the provisions on the membership and powers of redevelopment agencies are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period. To reinforce that point, the Commission will revise the savings provision to make clear that the power of a redevelopment agency to sue and be sued would not be affected by the repeal of Section 33125, even if a suit against a redevelopment agency does not involve statutory redevelopment law. The staff will draft language to implement this decision, for review at a future meeting.

Notwithstanding the foregoing, the Commission did not consider or decide any issues specifically relating to employee compensation rights. Those issues will be addressed at a future meeting.

Early Stages of Redevelopment

The Commission reviewed provisions governing the early stages of the redevelopment process, in Articles 1-3 of Chapter 4 of Part 1 of Division 24 (Sections 33300-33328.7). For purposes of a tentative recommendation, the Commission made the following decisions:

• The provisions on "Community Prerequisites" (Sections 33300-33302) should be repealed because they will be obsolete once the

transitional period has ended. If the "Community Prerequisites" provisions are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period.

- The proper disposition of provisions on "Designation of Survey Area" (Sections 33310-33312) cannot be determined at this time. The staff will bring the matter back for the Commission to revisit later in this study. If the provisions on "Designation of Survey Area" are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period. To reinforce that point, the Commission made one minor revision to the savings provision: the word "resolution" was added to paragraph (b)(6). See "Savings Provision" above.
- The proper disposition of provisions on selection of a project area (Sections 33320.1, 33320.2, 33321, 33322 (1st ¶), 33323 (1st cl.), 33321.5, and 33326) cannot be determined at this time. The staff will bring the matter back for the Commission to revisit later in this study. If the provisions on selection of a project area are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period.
- The provisions governing the formulation of a preliminary plan (Health & Safety Code §§ 33322 (2d ¶), 33323 (2d cl.), 33324, and 33325) should be repealed because they will be obsolete once the transitional period has ended. If the provisions on formulation of a preliminary plan are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period.
- The proper disposition of provisions governing the base year assessment roll and related reports (Sections 33327, 33328, 33328.1, 33328.3, 33328.4, 33328.5, 33328.7) cannot be determined at this time. The staff will bring the matter back for the Commission to revisit later in this study. If the base year assessment roll provisions are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period. To reinforce that point, the Commission made two minor revisions to the savings provision: the words "report, map, boundary description" were added to paragraph (b)(6) and paragraph (b)(8) was added. See "Savings Provision" above.
- The staff will prepare a memorandum, for consideration at a future meeting, that focuses on geographically-specific provisions of redevelopment law, like Section 33492.116 (relating to the survey area for redevelopment of the Tustin Marine Corps Air Station). The memorandum will also include geographically-

specific provisions governing selection of a project area (Sections 33320.3, 33320.4, 33320.8).

Legal Action

The Commission reviewed the provisions governing legal actions in Chapter 5 of Part 1 of Division 24 (Sections 33500-33515). For purposes of a tentative recommendation, the Commission made the following decisions:

• The provisions on legal actions (Sections 33500-33515) should be repealed because they will be obsolete once the transitional period has ended. If the provisions on legal actions are repealed, the savings provision (proposed Section 33090) should prevent that repeal from having any substantive effect during the transitional period. To reinforce that point, the Commission made minor revisions to paragraph (b)(4). See "Savings Provision" above.

List of Minor Issues for Possible Future Legislative Action

The Commission approved the draft report attached to Memorandum 2012-13, for inclusion in a tentative recommendation.

The Commission revised its description of that report (as set out on page 6 of the Minutes of the February 9, 2012, meeting) along the following lines:

If the Commission discovers a possible substantive defect in ABx1 26 or any other a provision of the community redevelopment statutes contains an apparent substantive defect or its meaning is unclear, the matter will be noted Commission may note the matter in an appendix for inclusion in the Commission's final report. The appendix will state expressly that it has been prepared solely for informational purposes and that the Commission does not take any position on whether or how any of the issues noted in the appendix should be addressed. The appendix will also make clear that the omission of any issue from the appendix should not be construed to infer that the Commission evaluated the issue and concluded that it is unproblematic.

☐ APPROVED AS SUBMITTED	Date
APPROVED AS CORRECTED (for corrections, see Minutes of next meeting)	Chairperson
	Executive Director